



#### **Topics**

- Major Iowa DOT Activities
- Revenues Generated from Fuel Tax
- Contributions from ATVs to Road Systems
- All-Systems Overweight Permit Changes
- Impact of Changes on Local Option Sales Tax on the Transportation System

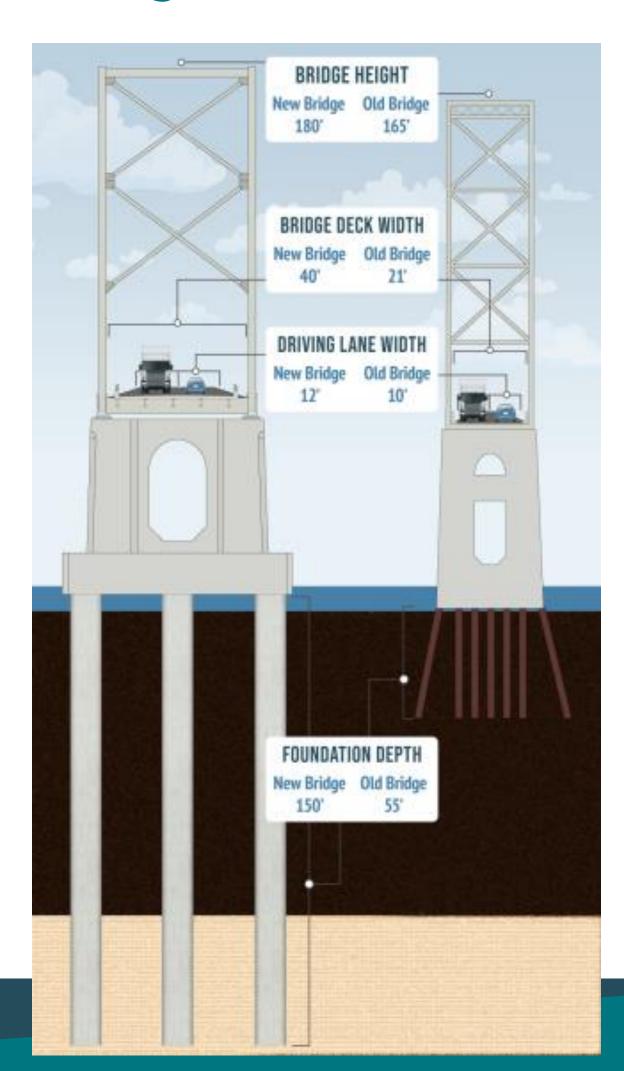


#### Major Iowa DOT Activities – Lansing Bridge

- Iowa 9 Lansing Bridge
  - Activity started this fall relocation of mussels
  - Construction through 2026 fully functional in 2027



"Liver of the river": Aquatic biologists, scientific divers finish relocating endangered mussels in preparation for new bridge construction project | The Standard Newspaper (waukonstandard.com)





### Major Iowa DOT Activities – National Electric Vehicle Infrastructure

- New US DOT program from the Infrastructure Bill
- Iowa allocated \$51 million over FFY 2022-2026 approximately \$10.3 m per year
- Infrastructure within one mile of Alternative Fuel Corridor Routes (I-29, I-35, I-80, and I-380)
- First round of funding available for application later this month



## Major Iowa DOT Activities – 2024-2028 Five-Year Program

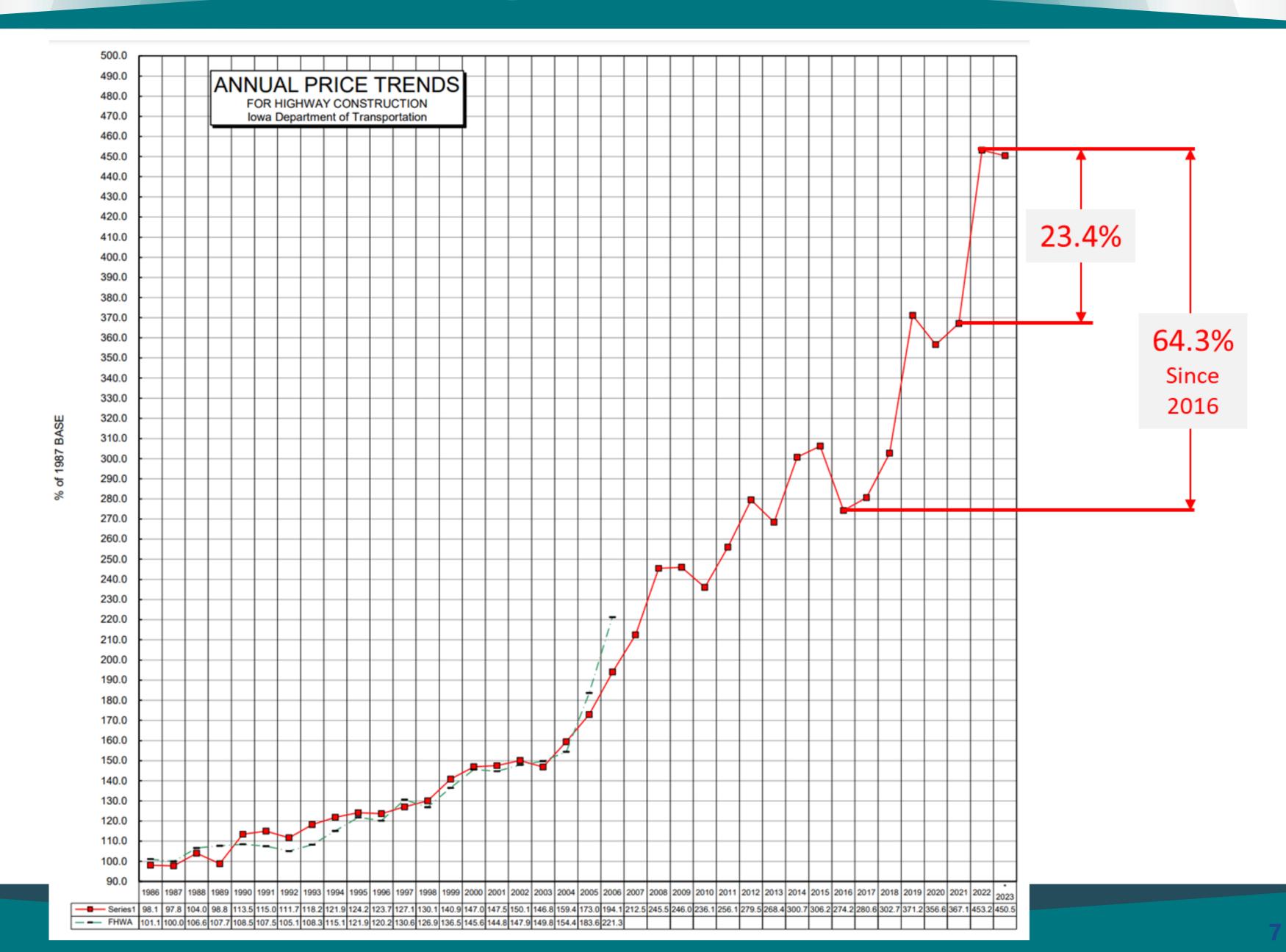
- Approved in June 2023
- \$4.3 billion of state/federal funding
- Delayed 12 projects by up to one year
- No projects removed from the Program
- Challenges
  - No additional funding this cycle
  - Federal funding uncertainty
  - FY 2027 and 2028 are beyond Infrastructure Bill authorization
  - Construction cost increases
- US 30: Lisbon to DeWitt
  - Lisbon to West of Mechanicsville (Super-2): 2025 pavement rehab
  - West of Mechanicsville (Super-2): 2024 right-of-way and 2025 pavement widening



## Major Iowa DOT Activities – 2025-2029 Five-Year Program

- No new revenue
- Inflation is moderating
- FY 2024 Status
  - FY 2024 lettings through November: \$3.7 m below programmed amounts
  - FY 2024 revenue through October: \$13.7 m above forecast
  - Overall balance: \$7.5 overprogrammed (started at \$24.9 m over programmed)
- Three of the five years beyond the life of the Infrastructure Bill – forecast flat revenue

#### **CIOWADOT**





#### STATE ROAD FUNDING

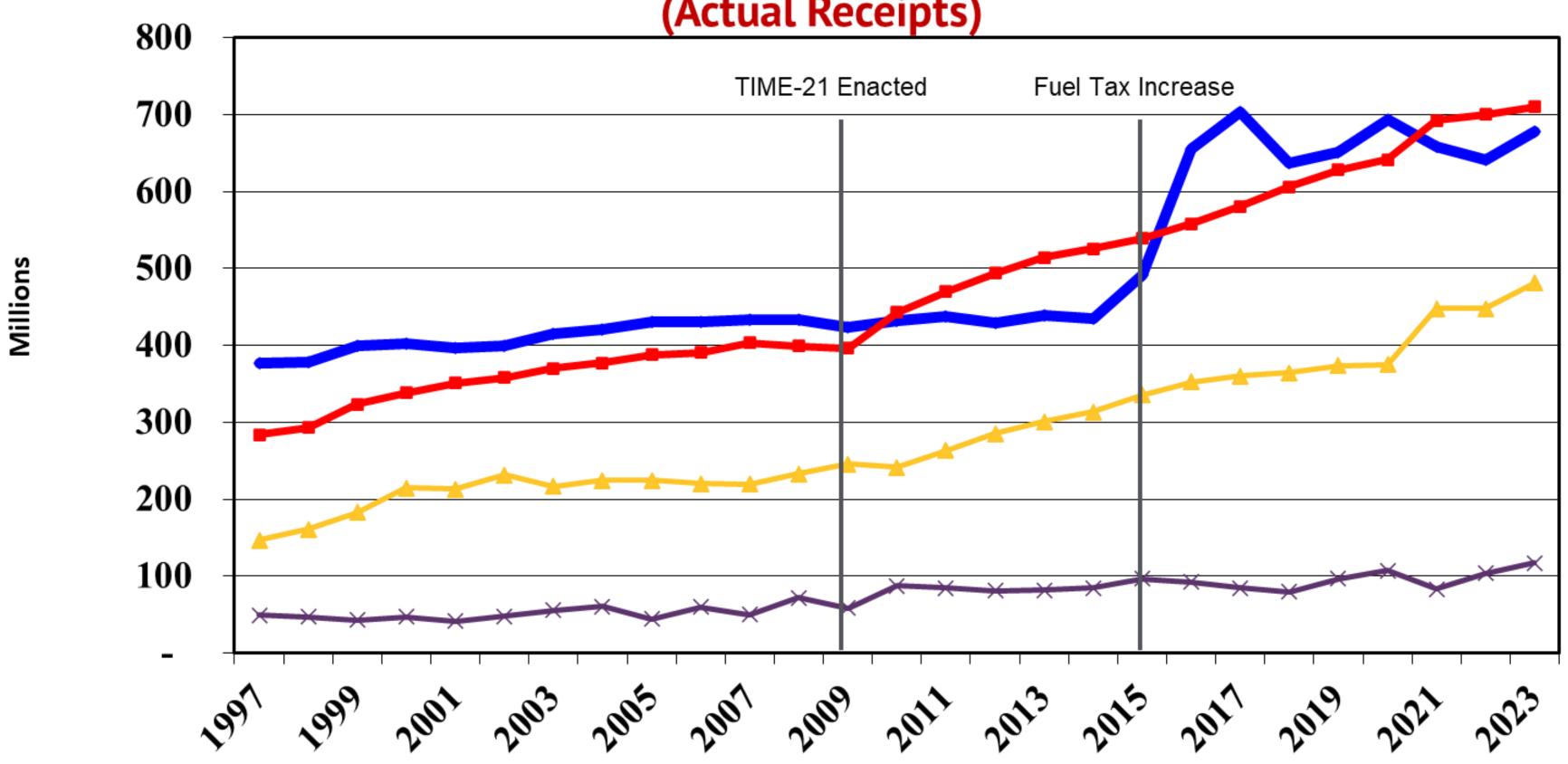
(COMBINED RUTF/TIME-21)

Funding Source	FY 2024 (estimated)	Percent of Total	State Constitution Requires Funds be Used for Roads?
Fuel Tax	\$674 million	36 percent	Yes
Annual Registration Fee	\$713 million	38 percent	Yes
Fee for New Registration	\$405 million	21 percent	Yes
Other*	\$91 million	5 percent	No
Total	\$1.883 billion		

<sup>\*</sup> Driver's License Fees, Trailer Registration Fees, Title Fees, etc.



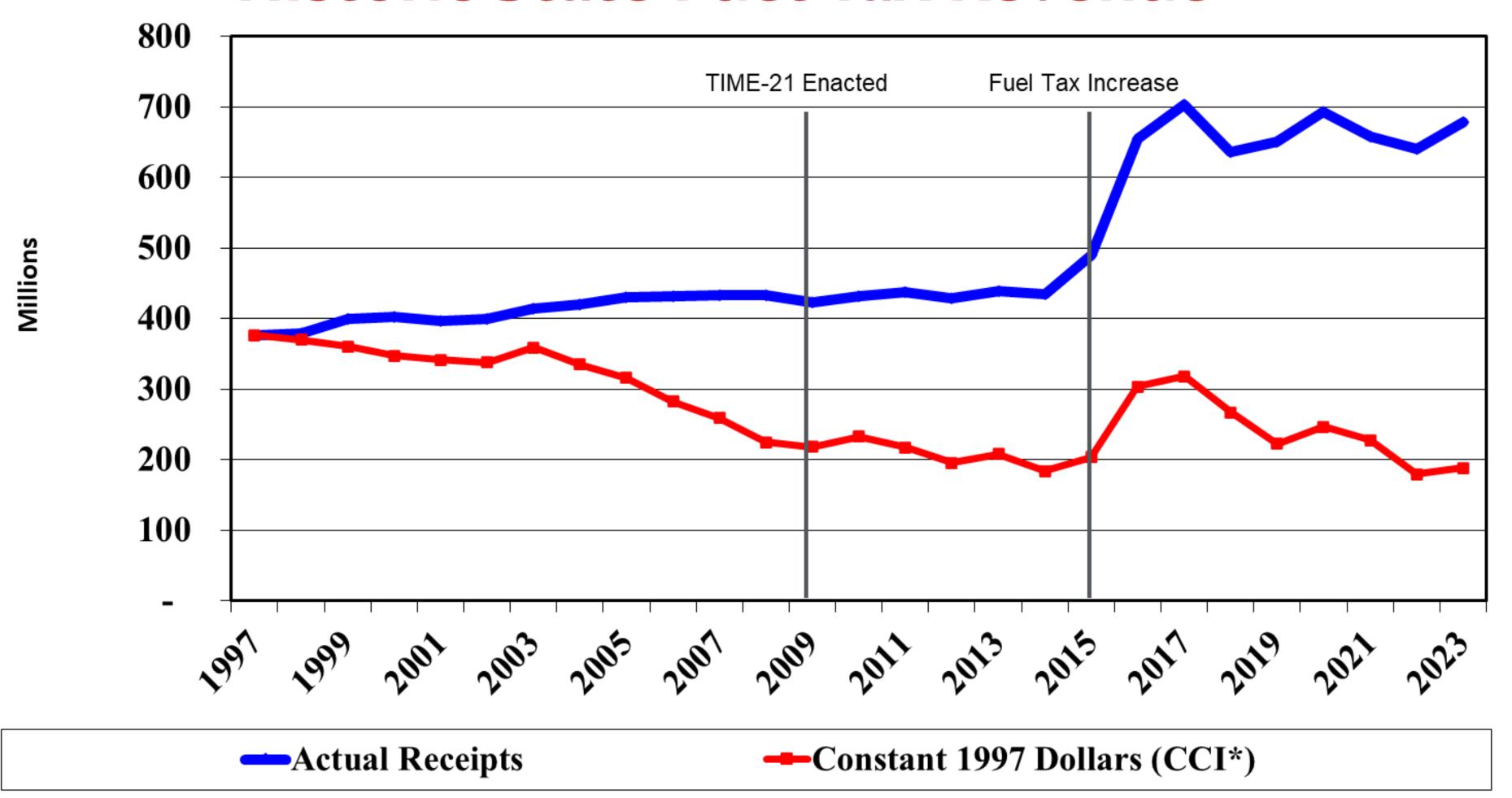




**─**Fuel Tax **—**Annual Vehicle Registration **→**Fee for New Vehicle Registration **→**Other



### Historic State Fuel Tax Revenue





### Contributions from All-Terrain Vehicles to Road System

- Annual Registration Fee
  - -\$18.50
  - -Support ATV/OHV Trail Grant Program (Iowa DNR)
- Local Jurisdiction Fees
  - -Cities are prohibited
  - -County fees (e.g. Pottawattamie County Road Pass \$50)
- State Fuel Tax Refunds for unlicensed vehicles for offroad use
- Federal Fuel Tax Federal Recreational Trails Fund



#### **All-Systems Overweight Permit**

- Established in 2022 Legislative session
- Effective January 1, 2023
- Allows unlimited trips on **non-Interstate state highways** (US and Iowa routes) and certain city and county roads at 12 percent over current maximum legal weight based on number of axles and distance
  - -5 axle maximum: 89,600 pounds
  - -6 axle maximum: 100,800 pounds
  - -7 axle maximum: 107,520 pounds
  - -Maximum axle weight of 20,000 pounds applies
- Cost: \$500 per truck and valid for 12 months from issuance
- Valid for both divisible and non-divisible loads



### All-Systems Overweight Permit (continued)

- Counties have until July 1, 2025, to identify which roads are included in permitted travel
- Counties that designate permitted roads receive a portion of the permit fee for bridge inspection, maintenance, repair, or construction.
- As of December 1, 2023
  - -79 counties have identified their system of permitted travel
  - -4,108 permits have been issued
  - -\$2,037,696.50 in permit fees collected



### All-Systems Overweight Permit – Changes in the 2023 Legislative Session (SF 527)

- Permit is limited to paved roads
- County designations must include a written justification to Iowa DOT for any paved farm-to-market road or street designated as a truck route that is excluded from travel under the permit. DOT may disagree with report and follow dispute resolution process.
- Designated routes must connect with a state highway
- A person issued a permit can operate on the most direct route from where vehicle is loaded or unloaded to the nearest designated route
- Amber lights are no longer required

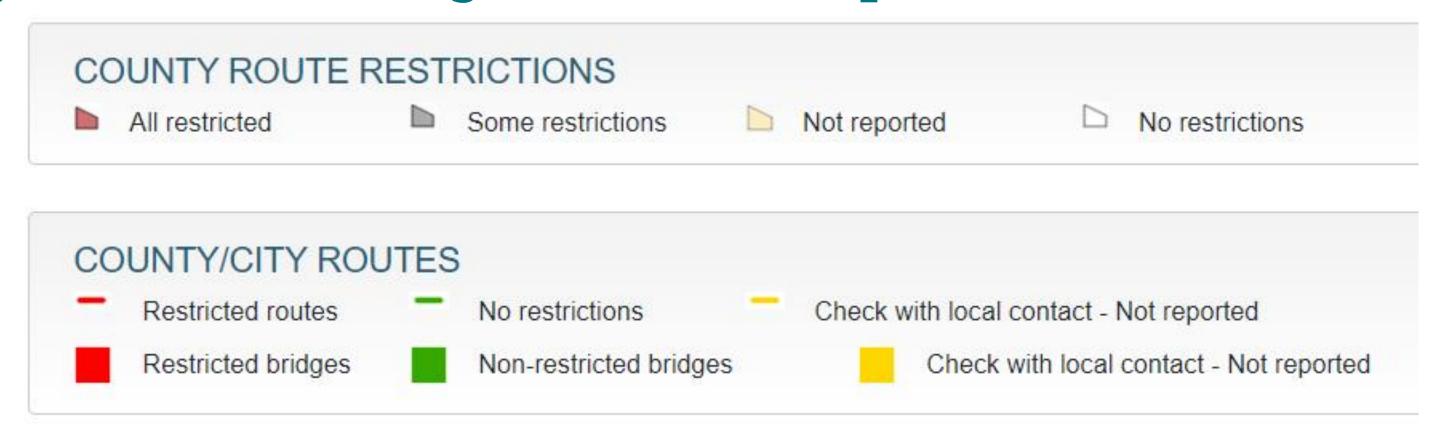


#### All-Systems Overweight Permit (continued)

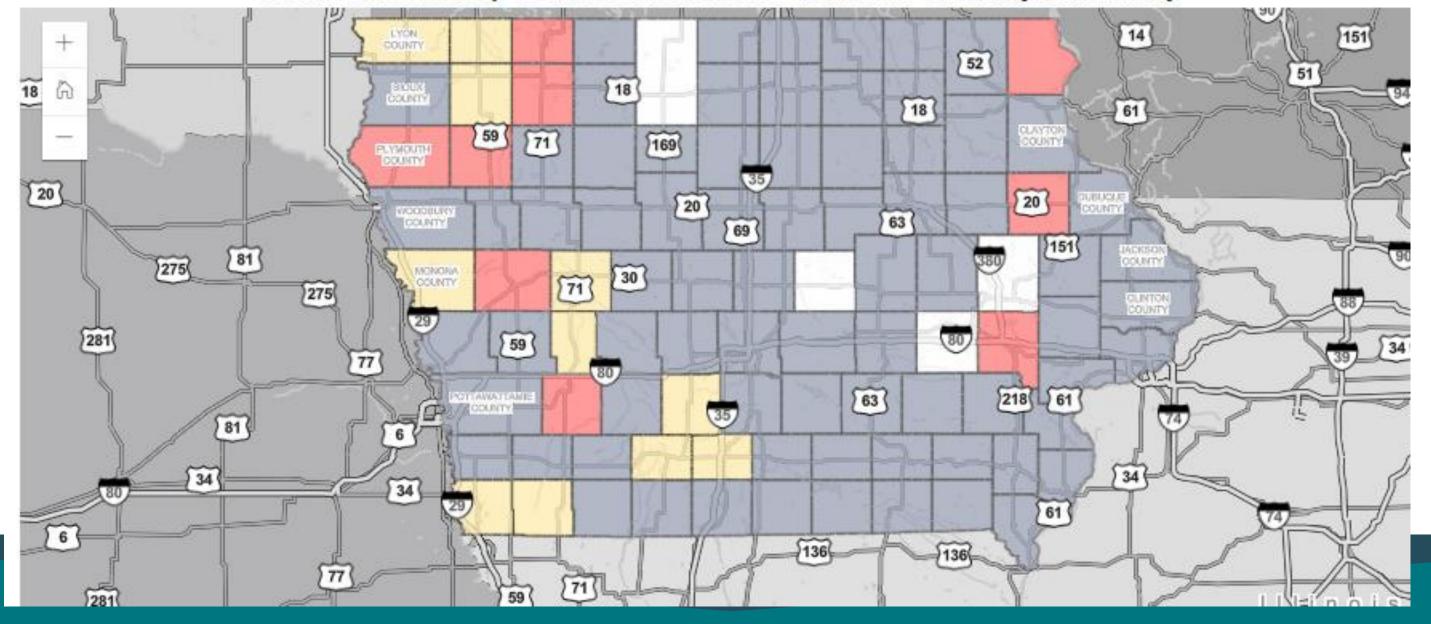
- This is different from the already existing All-Systems Oversize Permit
- Both permits require individual cities and counties to determine which, if any, roads are allowed to part of permitted travel.
- The eligible city/county roads are different for the two permits
  - —All-Systems Overweight Permit Map:
    <a href="https://iowadot.gov/mvd/motorcarriers/motorcarriers/All-Systems-Overweight-permit">https://iowadot.gov/mvd/motorcarriers/motorcarriers/All-Systems-Overweight-permit</a>
  - –All-Systems Oversize Permit Map: <a href="https://iowadot.gov/mvd/motorcarriers/motorcarriers/systemmap">https://iowadot.gov/mvd/motorcarriers/motorcarriers/systemmap</a>



#### All-Systems Overweight Permit Map

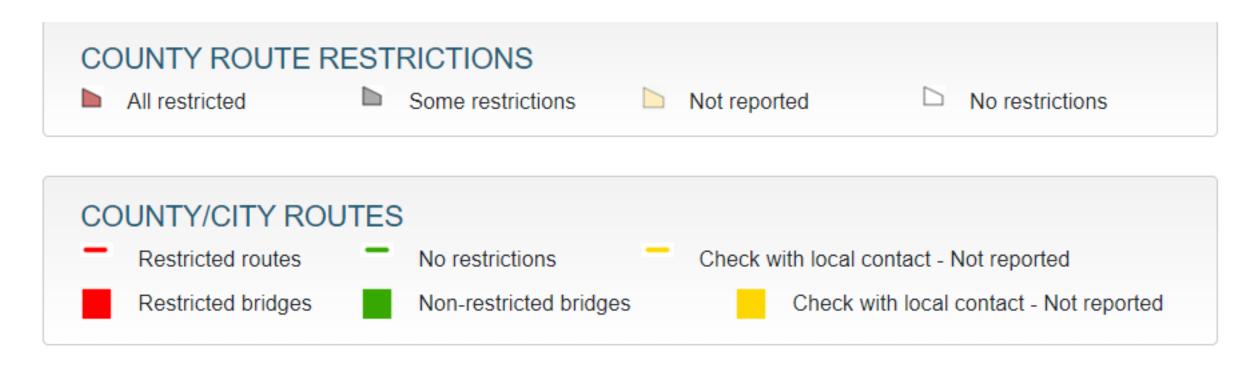


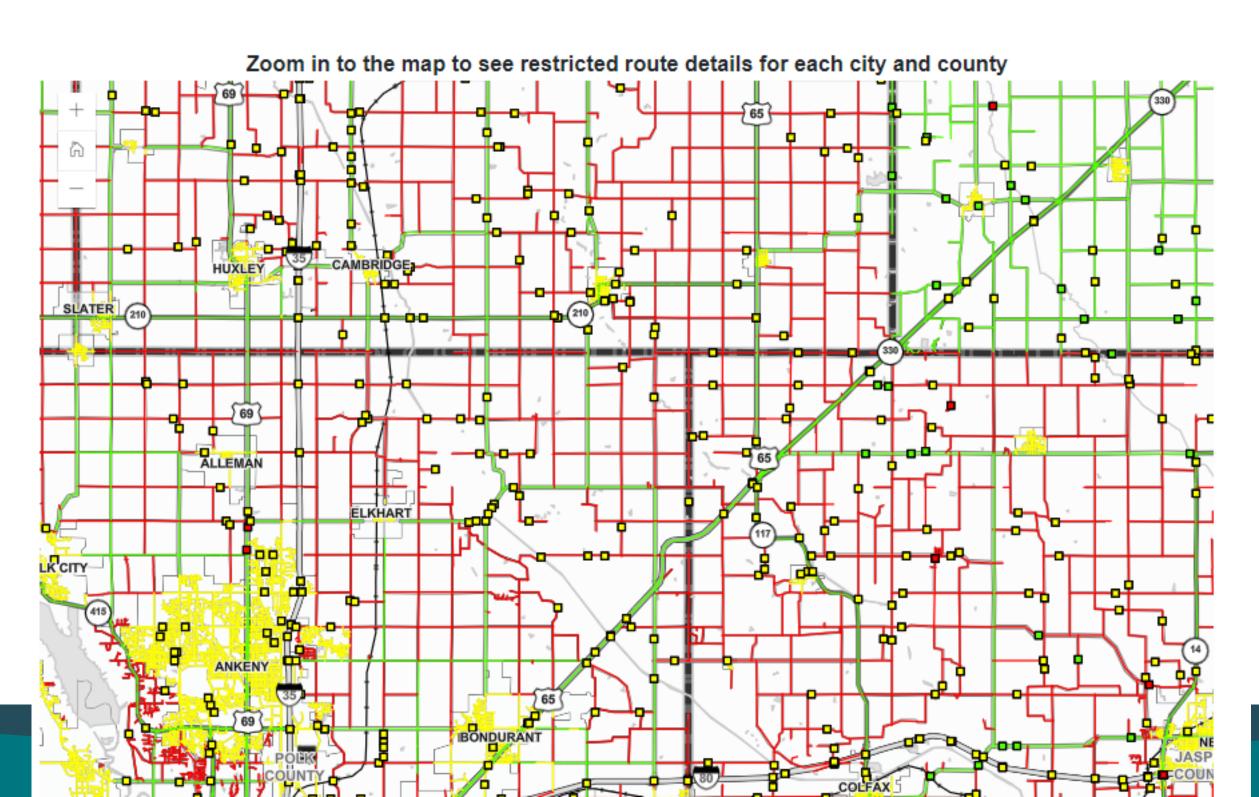
#### Zoom in to the map to see restricted route details for each city and county





#### **All-Systems Overweight Permit Map**







# Impact of Changes to Local Option Sales Tax on the Transportation System

- SSB1125/SF550: Local Option Sales Tax and Natural Resources Trust Fund
  - Introduced but not passed
  - Among other things, would eliminate local option sales and service tax and increase sales tax by one percent.
  - Allocation of a portion of state sales tax to Natural Resources Trust Fund
  - Allocation of a portion of state sales tax (more than one percent) to local distributions to cities and counties to replace the repealed local option sales tax.
- House File 718: Property Tax Bill
  - Passed/Signed into law
  - Potential impact on meeting minimum local effort requirements to secure full county Road Use Tax Fund allocation



Questions?